

**SUBSTITUTE FOR  
SENATE BILL NO. 773**

A bill to amend 1979 PA 94, entitled  
"The state school aid act of 1979,"  
by amending sections 8b, 11, 11j, 17b, 39a, and 147 (MCL 388.1608b,  
388.1611, 388.1611j, 388.1617b, 388.1639a, and 388.1747), section  
8b as amended by 2003 PA 158, sections 11, 11j, 17b, and 147 as  
amended by 2007 PA 6, and section 39a as amended by 2006 PA 342;  
and to repeal acts and parts of acts.

**THE PEOPLE OF THE STATE OF MICHIGAN ENACT:**

1       Sec. 8b. (1) The department shall assign a district code to  
2 each public school academy that is authorized under the revised  
3 school code and is eligible to receive funding under this act  
4 within 30 days after a contract is submitted to the department by  
5 the authorizing body of a public school academy.

6       (2) If the department does not assign a district code to a

1 public school academy within the 30-day period described in  
2 subsection (1), the district code the department shall use to make  
3 payments under this act to the newly authorized public school  
4 academy shall be a number that is equivalent to the sum of the last  
5 district code assigned to a public school academy located in the  
6 same county as the newly authorized public school academy plus 1.  
7 However, if there is not an existing public school academy located  
8 in the same county as the newly authorized public school academy,  
9 then the district code the department shall use to make payments  
10 under this act to the newly authorized public school academy shall  
11 be a 5-digit number that has the county code in which the public  
12 school academy is located as its first 2 digits, 9 as its third  
13 digit, 0 as its fourth digit, and 1 as its fifth digit. **IF THE**  
14 **NUMBER OF PUBLIC SCHOOL ACADEMIES IN A COUNTY GROWS TO EXCEED 100,**  
15 **THE THIRD DIGIT IN THIS 5-DIGIT NUMBER SHALL THEN BE 8 FOR THE**  
16 **PUBLIC SCHOOL ACADEMIES IN EXCESS OF 100.**

17 ~~Sec. 11. (1) For the fiscal year ending September 30, 2007,~~  
18 ~~there is appropriated for the public schools of this state and~~  
19 ~~certain other state purposes relating to education the sum of~~  
20 ~~\$11,299,963,200.00 from the state school aid fund established by~~  
21 ~~section 11 of article IX of the state constitution of 1963 and the~~  
22 ~~sum of \$35,000,000.00 from the general fund. **FOR THE FISCAL PERIOD**~~  
23 **BEGINNING OCTOBER 1, 2007 AND ENDING OCTOBER 31, 2007, THERE IS**  
24 **APPROPRIATED FOR THE PUBLIC SCHOOLS OF THIS STATE AND CERTAIN OTHER**  
25 **STATE PURPOSES RELATING TO EDUCATION THE SUM OF \$1,049,101,200.00**  
26 **FROM THE STATE SCHOOL AID FUND ESTABLISHED BY SECTION 11 OF ARTICLE**  
27 **IX OF THE STATE CONSTITUTION OF 1963 AND THE SUM OF \$3,181,800.00**

1 FROM THE GENERAL FUND. In addition, available federal funds are  
2 appropriated for the fiscal year ENDING SEPTEMBER 30, 2008. FUNDS  
3 APPROPRIATED UNDER THIS SECTION ARE ALLOCATED AS FOLLOWS:

4 (A) EXCEPT FOR FUNDS ALLOCATED UNDER SECTION 11J AND FUNDS  
5 THAT WERE ALLOCATED UNDER FORMER SECTION 54B, ALL STATE FUNDS ARE  
6 ALLOCATED FOR THE SAME PURPOSES, FROM THE SAME FUNDING SOURCES, AND  
7 UNDER THE SAME CONDITIONS AS STATE FUNDS WERE ALLOCATED UNDER THIS  
8 ACT FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2007, AND ARE  
9 ALLOCATED IN AN AMOUNT EQUAL TO 9.09% OF THE AMOUNT ALLOCATED FOR  
10 THE FISCAL YEAR ENDING SEPTEMBER 30, 2007 FOR EACH OF THE PURPOSES  
11 PROVIDED UNDER EACH FUNDING SECTION OF THIS ACT.

12 (B) EXCEPT FOR FUNDS ALLOCATED UNDER SECTION 39A AND FUNDS  
13 THAT WERE ALLOCATED UNDER FORMER SECTIONS 41A AND 98B, ALL FEDERAL  
14 FUNDS ARE ALLOCATED FOR THE SAME PURPOSES, FROM THE SAME FUNDING  
15 SOURCES, UNDER THE SAME CONDITIONS, AND IN THE SAME AMOUNTS AS  
16 THOSE FEDERAL FUNDS WERE ALLOCATED UNDER THIS ACT FOR THE FISCAL  
17 YEAR ENDING SEPTEMBER 30, 2007.

18 (2) The appropriations under this section shall be allocated  
19 as provided in this act. Money appropriated under this section from  
20 the general fund shall be expended to fund the purposes of this act  
21 before the expenditure of money appropriated under this section  
22 from the state school aid fund. If the maximum amount appropriated  
23 under this section from the state school aid fund for a fiscal year  
24 exceeds the amount necessary to fully fund allocations under this  
25 act from the state school aid fund, that excess amount shall not be  
26 expended in that state fiscal year and shall not lapse to the  
27 general fund, but instead shall be deposited into the school aid

1 stabilization fund created in section 11a.

2 (3) If the maximum amount appropriated under this section from  
3 the state school aid fund and the school aid stabilization fund for  
4 a fiscal year exceeds the amount available for expenditure from the  
5 state school aid fund for that fiscal year, payments under sections  
6 11f, 11g, 11j, 22a, 26a, 26b, 31d, 31f, 51a(2), 51a(12), 51c, 53a,  
7 and 56 shall be made in full. In addition, for districts beginning  
8 operations after 1994-95 that qualify for payments under section  
9 22b, payments under section 22b shall be made so that the  
10 qualifying districts receive the lesser of an amount equal to the  
11 1994-95 foundation allowance of the district in which the district  
12 beginning operations after 1994-95 is located or \$5,500.00. The  
13 amount of the payment to be made under section 22b for these  
14 qualifying districts shall be as calculated under section 22a, with  
15 the balance of the payment under section 22b being subject to the  
16 proration otherwise provided under this subsection and subsection  
17 (4). If proration is necessary, state payments under each of the  
18 other sections of this act from all state funding sources shall be  
19 prorated in the manner prescribed in subsection (4) as necessary to  
20 reflect the amount available for expenditure from the state school  
21 aid fund for the affected fiscal year. However, if the department  
22 of treasury determines that proration will be required under this  
23 subsection, or if the department of treasury determines that  
24 further proration is required under this subsection after an  
25 initial proration has already been made for a fiscal year, the  
26 department of treasury shall notify the state budget director, and  
27 the state budget director shall notify the legislature at least 30

1 calendar days or 6 legislative session days, whichever is more,  
2 before the department reduces any payments under this act because  
3 of the proration. During the 30 calendar day or 6 legislative  
4 session day period after that notification by the state budget  
5 director, the department shall not reduce any payments under this  
6 act because of proration under this subsection. The legislature may  
7 prevent proration from occurring by, within the 30 calendar day or  
8 6 legislative session day period after that notification by the  
9 state budget director, enacting legislation appropriating  
10 additional funds from the general fund, countercyclical budget and  
11 economic stabilization fund, state school aid fund balance, or  
12 another source to fund the amount of the projected shortfall.

13 (4) If proration is necessary, the department shall calculate  
14 the proration in district and intermediate district payments that  
15 is required under subsection (3) as follows:

16 (a) The department shall calculate the percentage of total  
17 state school aid allocated under this act for the affected fiscal  
18 year for each of the following:

19 (i) Districts.

20 (ii) Intermediate districts.

21 (iii) Entities other than districts or intermediate districts.

22 (b) The department shall recover a percentage of the proration  
23 amount required under subsection (3) that is equal to the  
24 percentage calculated under subdivision (a)(i) for districts by  
25 reducing payments to districts. This reduction shall be made by  
26 calculating an equal dollar amount per pupil as necessary to  
27 recover this percentage of the proration amount and reducing each

1 district's total state school aid from state sources, other than  
2 payments under sections 11f, 11g, 11j, 22a, 26a, 26b, 31d, 31f,  
3 51a(2), 51a(12), 51c, and 53a, by that amount.

4 (c) The department shall recover a percentage of the proration  
5 amount required under subsection (3) that is equal to the  
6 percentage calculated under subdivision (a)(ii) for intermediate  
7 districts by reducing payments to intermediate districts. This  
8 reduction shall be made by reducing the payments to each  
9 intermediate district, other than payments under sections 11f, 11g,  
10 26a, 26b, 51a(2), 51a(12), 53a, and 56, on an equal percentage  
11 basis.

12 (d) The department shall recover a percentage of the proration  
13 amount required under subsection (3) that is equal to the  
14 percentage calculated under subdivision (a)(iii) for entities other  
15 than districts and intermediate districts by reducing payments to  
16 these entities. This reduction shall be made by reducing the  
17 payments to each of these entities, other than payments under  
18 sections 11j, 26a, and 26b, on an equal percentage basis.

19 (5) Except for the allocation under section 26a, any general  
20 fund allocations under this act that are not expended by the end of  
21 the state fiscal year are transferred to the school aid  
22 stabilization fund created under section 11a.

23 ~~—— (6) In addition to the appropriations in subsection (1), for~~  
24 ~~the fiscal year ending September 30, 2007, there is appropriated~~  
25 ~~from the reserve for undistributed investment income in the~~  
26 ~~Michigan public school employees' retirement system an amount not~~  
27 ~~to exceed \$262,000,000.00 solely for the purpose of issuing credits~~

1 ~~pursuant to section 147.~~

2       Sec. 11j. ~~From the appropriation in section 11, there is~~  
3 ~~allocated~~ **FOR THE FISCAL YEAR ENDING SEPTEMBER 30, 2008, THERE IS**  
4 **APPROPRIATED FROM THE STATE SCHOOL AID FUND** an amount not to exceed  
5 ~~\$42,500,000.00 for 2006-2007~~ **\$1,900,000.00** for payments to the  
6 school loan bond redemption fund in the department of treasury on  
7 behalf of districts and intermediate districts. Notwithstanding  
8 section 11 or any other provision of this act, funds allocated  
9 under this section are not subject to proration and shall be paid  
10 in full.

11       Sec. 17b. (1) Not later than October 20, November 20, December  
12 20, January 20, February 20, March 20, April 20, May 20, June 20,  
13 July 20, and August 20, the department shall prepare electronic  
14 files of the amount to be distributed under this act in the  
15 installment to the districts and intermediate districts and deliver  
16 the electronic files to the state treasurer, and the state  
17 treasurer shall pay the installments on each of those dates or, if  
18 the date is not a business day, on the next business day following  
19 that date. Except as otherwise provided in this act, the portion of  
20 the district's or intermediate district's state fiscal year  
21 entitlement to be included in each installment shall be 1/11. **FOR**  
22 **THE FISCAL PERIOD BEGINNING OCTOBER 1, 2007 AND ENDING OCTOBER 31,**  
23 **2007 ONLY, THE PORTION OF THE DISTRICT'S OR INTERMEDIATE DISTRICT'S**  
24 **ENTITLEMENT FOR THAT FISCAL PERIOD TO BE INCLUDED IN EACH**  
25 **INSTALLMENT SHALL BE THE ENTIRE PORTION.** A district or intermediate  
26 district shall accrue the payments received in July and August to  
27 the school fiscal year ending the immediately preceding June 30.

1           (2) The state treasurer shall make payment under this section  
2 by drawing a warrant in favor of the treasurer of each district or  
3 intermediate district for the amount payable to the district or  
4 intermediate district according to the electronic files and  
5 delivering the warrant to the treasurer of each district or  
6 intermediate district, or if the state treasurer receives a written  
7 request by the treasurer of the district or intermediate district  
8 specifying an account, by electronic funds transfer to that account  
9 of the amount payable to the district or intermediate district  
10 according to the electronic files. The department may make  
11 adjustments in payments made under this section through additional  
12 payments when changes in law or errors in computation cause the  
13 regularly scheduled payment to be less than the amount to which the  
14 district or intermediate district is entitled pursuant to this act.

15           (3) Except as otherwise provided in this act, grant payments  
16 to districts and intermediate districts under this act shall be  
17 paid according to **THE INSTALLMENT SCHEDULE UNDER** subsection (1).  
18 **FOR THE FISCAL PERIOD BEGINNING OCTOBER 1, 2007 AND ENDING OCTOBER**  
19 **31, 2007 ONLY, FOR ALL GRANT PAYMENTS THAT ARE TO BE MADE PURSUANT**  
20 **TO AN AGREEMENT WITH THE DEPARTMENT, THE DEPARTMENT SHALL ENSURE**  
21 **THAT THE GRANT PAYMENTS MADE DURING THIS FISCAL PERIOD REFLECT THE**  
22 **REDUCED APPROPRIATION AMOUNT FOR THIS FISCAL PERIOD IN A WAY THAT**  
23 **IS APPROPRIATE FOR THE PROGRAM FUNDED BY THE GRANT.**

24           (4) Upon the written request of a district or intermediate  
25 district and the submission of proof satisfactory to the department  
26 of a need of a temporary and nonrecurring nature, the  
27 superintendent, with the written concurrence of the state treasurer



1 and the state budget director, may authorize an advance release of  
2 funds due a district or intermediate district under this act. An  
3 advance authorized under this subsection shall not cause funds to  
4 be paid to a district or intermediate district more than 30 days  
5 earlier than the established payment date for those funds.

6       Sec. 39a. (1) From the federal funds appropriated in section  
7 11, there is allocated for ~~2006-2007~~**2007-2008** to districts,  
8 intermediate districts, and other eligible entities all available  
9 federal funding, estimated at ~~\$636,978,000.00~~**\$669,660,100.00**, for  
10 the federal programs under the no child left behind act of 2001,  
11 Public Law 107-110. These funds are allocated as follows:

12       (a) An amount estimated at \$9,625,800.00 to provide students  
13 with drug- and violence-prevention programs and to implement  
14 strategies to improve school safety, funded from DED-OESE, drug-  
15 free schools and communities funds.

16       (b) An amount estimated at ~~\$6,140,900.00~~**\$6,405,500.00** for the  
17 purpose of improving teaching and learning through a more effective  
18 use of technology, funded from DED-OESE, educational technology  
19 state grant funds.

20       (c) An amount estimated at \$106,249,200.00 for the purpose of  
21 preparing, training, and recruiting high-quality teachers and class  
22 size reduction, funded from DED-OESE, improving teacher quality  
23 funds.

24       (d) An amount estimated at ~~\$7,627,400.00~~**\$9,854,300.00** for  
25 programs to teach English to limited English proficient (LEP)  
26 children, funded from DED-OESE, language acquisition state grant  
27 funds.

1 (e) An amount estimated at \$8,550,000.00 for the Michigan  
2 charter school subgrant program, funded from DED-OESE, charter  
3 school funds.

4 ~~—— (f) An amount estimated at \$58,000.00 for Michigan model~~  
5 ~~partnership for character education programs, funded from DED-OESE,~~  
6 ~~title X, fund for improvement of education funds.~~

7 (F) ~~(g)~~ An amount estimated at ~~\$468,700.00~~ **\$676,000.00** for  
8 rural and low income schools, funded from DED-OESE, rural and low  
9 income school funds.

10 (G) ~~(h)~~ An amount estimated at \$3,115,900.00 to help schools  
11 develop and implement comprehensive school reform programs, funded  
12 from DED-OESE, title I and title X, comprehensive school reform  
13 funds.

14 (H) ~~(i)~~ An amount estimated at ~~\$428,860,300.00~~ **\$456,971,500.00**  
15 to provide supplemental programs to enable educationally  
16 disadvantaged children to meet challenging academic standards,  
17 funded from DED-OESE, title I, disadvantaged children funds.

18 (I) ~~(j)~~ An amount estimated at ~~\$3,022,700.00~~ **\$2,531,700.00** for  
19 the purpose of providing unified family literacy programs, funded  
20 from DED-OESE, title I, even start funds.

21 (J) ~~(k)~~ An amount estimated at \$8,186,200.00 for the purpose  
22 of identifying and serving migrant children, funded from DED-OESE,  
23 title I, migrant education funds.

24 (K) ~~(l)~~ An amount estimated at ~~\$22,928,000.00~~ **\$24,733,200.00** to  
25 promote high-quality school reading instruction for grades K-3,  
26 funded from DED-OESE, title I, reading first state grant funds.

27 (L) ~~(m)~~ An amount estimated at ~~\$2,848,900.00~~ **\$2,849,000.00** for

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1 the purpose of implementing innovative strategies for improving  
2 student achievement, funded from DED-OESE, title VI, innovative  
3 strategies funds.

4 (M) ~~(n)~~—An amount estimated at ~~\$29,296,000.00~~ **\$29,911,800.00**  
5 for the purpose of providing high-quality extended learning  
6 opportunities, after school and during the summer, for children in  
7 low-performing schools, funded from DED-OESE, twenty-first century  
8 community learning center funds. Of these funds, ~~<<~~**\$25,000.00**

9 **>>** may be used to support the Michigan after-school  
10 partnership. All of the following apply to the Michigan after-  
11 school partnership:

12 (i) The department shall collaborate with the department of  
13 human services to extend the duration of the Michigan after-school  
14 initiative, to be renamed the Michigan after-school partnership and  
15 oversee its efforts to implement the policy recommendations and  
16 strategic next steps identified in the Michigan after-school  
17 initiative's report of December 15, 2003.

18 (ii) Funds shall be used to leverage other private and public  
19 funding to engage the public and private sectors in building and  
20 sustaining high-quality out-of-school-time programs and resources.  
21 The co-chairs, representing the department and the department of  
22 human services, shall name a fiduciary agent and may authorize the  
23 fiduciary to expend funds and hire people to accomplish the work of  
24 the Michigan after-school partnership.

25 (iii) Participation in the Michigan after-school partnership  
26 shall be expanded beyond the membership of the initial Michigan  
27 after-school initiative to increase the representation of parents,

1 youth, foundations, employers, and others with experience in  
2 education, child care, after-school and youth development services,  
3 and crime and violence prevention, and to include representation  
4 from the Michigan department of community health. Each year, on or  
5 before December 31, the Michigan after-school partnership shall  
6 report its progress in reaching the recommendations set forth in  
7 the Michigan after-school initiative's report to the legislature  
8 and the governor.

9 (2) From the federal funds appropriated in section 11, there  
10 is allocated for ~~2006-2007-2007-2008~~ to districts, intermediate  
11 districts, and other eligible entities all available federal  
12 funding, estimated at ~~\$4,646,400.00~~ **\$32,411,000.00**, for the  
13 following programs that are funded by federal grants:

14 (a) An amount estimated at \$600,000.00 for acquired  
15 immunodeficiency syndrome education grants, funded from HHS-center  
16 for disease control, AIDS funding.

17 (b) An amount estimated at ~~\$1,500,100.00~~ **\$1,665,400.00** to  
18 provide services to homeless children and youth, funded from DED-  
19 OVAE, homeless children and youth funds.

20 (c) An amount estimated at ~~\$1,000,000.00~~ **\$200,000.00** for  
21 refugee children school impact grants, funded from HHS-ACF, refugee  
22 children school impact funds.

23 (d) An amount estimated at \$1,445,600.00 for serve America  
24 grants, funded from the corporation for national and community  
25 service funds.

26 (e) An amount estimated at ~~\$100,700.00~~ ~~to encourage interstate~~  
27 ~~and intrastate coordination of migrant education, funded from DED-~~

1 ~~OESE, title I, migrant education program funds \$28,500,000.00 FOR~~  
2 **PROVIDING CAREER AND TECHNICAL EDUCATION SERVICES TO PUPILS, FUNDED**  
3 **FROM DED-OVAE, BASIC GRANTS TO STATES.**

4 (3) To the extent allowed under federal law, the funds  
5 allocated under subsection ~~(1)(i), (j), and (l)~~ **(1)(H), (I), AND (K)**  
6 may be used for 1 or more reading improvement programs that meet at  
7 least 1 of the following:

8 (a) A research-based, validated, structured reading program  
9 that aligns learning resources to state standards and includes  
10 continuous assessment of pupils and individualized education plans  
11 for pupils.

12 (b) A mentoring program that is a research-based, validated  
13 program or a statewide 1-to-1 mentoring program and is designed to  
14 enhance the independence and life quality of pupils who are  
15 mentally impaired by providing opportunities for mentoring and  
16 integrated employment.

17 (c) A cognitive development program that is a research-based,  
18 validated educational service program focused on assessing and  
19 building essential cognitive and perceptual learning abilities to  
20 strengthen pupil concentration and learning.

21 (d) A structured mentoring-tutorial reading program for pupils  
22 in preschool to grade 4 that is a research-based, validated program  
23 that develops individualized educational plans based on each  
24 pupil's age, assessed needs, reading level, interests, and learning  
25 style.

26 (4) All federal funds allocated under this section shall be  
27 distributed in accordance with federal law and with flexibility

1 provisions outlined in Public Law 107-116, and in the education  
2 flexibility partnership act of 1999, Public Law 106-25.  
3 Notwithstanding section 17b, payments of federal funds to  
4 districts, intermediate districts, and other eligible entities  
5 under this section shall be paid on a schedule determined by the  
6 department.

7 (5) As used in this section:

8 (a) "DED" means the United States department of education.

9 (b) "DED-OESE" means the DED office of elementary and  
10 secondary education.

11 (c) "DED-OVAE" means the DED office of vocational and adult  
12 education.

13 (d) "HHS" means the United States department of health and  
14 human services.

15 (e) "HHS-ACF" means the HHS administration for children and  
16 families.

17 Sec. 147. ~~(1)~~The allocation for ~~2006-2007-2007-2008~~ for the  
18 public school employees' retirement system pursuant to the public  
19 school employees retirement act of 1979, 1980 PA 300, MCL 38.1301  
20 to 38.1408, shall be made using the entry age normal cost actuarial  
21 method and risk assumptions adopted by the public school employees  
22 retirement board and the department of management and budget. The  
23 annual level percentage of payroll contribution rate is estimated  
24 at ~~17.74%~~ **16.72%** for the ~~2006-2007-2007-2008~~ state fiscal year. The  
25 portion of the contribution rate assigned to districts and  
26 intermediate districts for each fiscal year is all of the total  
27 percentage points. This contribution rate reflects an amortization

1 period of 30 years for ~~2006-2007~~ **2007-2008**. The public school  
2 employees' retirement system board shall notify each district and  
3 intermediate district by February 28 of each fiscal year of the  
4 estimated contribution rate for the next fiscal year.

5 ~~—— (2) Upon enactment of legislation reducing pension~~  
6 ~~contributions of each district or intermediate district to the~~  
7 ~~public school employees' retirement system that would otherwise be~~  
8 ~~due from that district or intermediate district, the director of~~  
9 ~~the department of management and budget shall direct the public~~  
10 ~~school employees' retirement system to issue credits for the fiscal~~  
11 ~~year ending September 30, 2007 not to exceed an aggregate of~~  
12 ~~\$276,000,000.00. The credits shall be used to meet the required~~  
13 ~~pension obligations of each district or intermediate district and~~  
14 ~~shall reduce the amount of pension contributions otherwise due from~~  
15 ~~that district or intermediate district based on the original~~  
16 ~~contribution rate. The portion of a credit issued on behalf of a~~  
17 ~~district related to nonfederal wages as reported to the public~~  
18 ~~school employees' retirement system for the state fiscal year~~  
19 ~~ending September 30, 2006 shall be considered to be a payment on~~  
20 ~~behalf of the district for the purposes of calculating payments~~  
21 ~~made under section 22b for 2006-2007. The portion of a credit~~  
22 ~~issued on behalf of an intermediate district related to nonfederal~~  
23 ~~wages as reported to the public school employees' retirement system~~  
24 ~~for the state fiscal year ending September 30, 2006 shall be~~  
25 ~~considered to be a payment on behalf of the intermediate district~~  
26 ~~for the purpose of calculating payments made under section 81 for~~  
27 ~~2006-2007. The portion of credits issued by the public school~~

~~1 employees' retirement system attributable to nonfederal wages in  
2 aggregate shall equal the appropriation under section 11(6). The  
3 total credit provided under this subsection for a particular  
4 district or intermediate district shall be determined based on that  
5 district's or intermediate district's percentage of the total  
6 statewide payroll for all districts and intermediate districts for  
7 the state fiscal year ending September 30, 2006.~~

8       Enacting section 1. In accordance with section 30 of article I  
9 of the state constitution of 1963, total state spending in this  
10 amendatory act from state sources for the fiscal period beginning  
11 October 1, 2007 and ending October 31, 2007 is estimated at  
12 \$1,052,283,000.00 and state appropriations to be paid to local  
13 units of government for the fiscal period beginning October 1, 2007  
14 and ending October 31, 2007 are estimated at \$1,044,700,000.00.

15       Enacting section 2. Sections 41a, 54b, and 98b of the state  
16 school aid act of 1979, 1979 PA 94, MCL 388.1641a, 388.1654b, and  
17 388.1698b, are repealed.

18       Enacting section 3. This amendatory act takes effect October  
19 1, 2007.